

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

July 31, 2014

Certified Return Receipt 7011 2970 0001 8829 0117

Fidelity and Deposit Company of Maryland Surety Service Center 1400 American Land, Tower 2, Floor 9 Schaumburg, Illinois 60196

Subject: Rejection of Cancellation Notice for Surety Bond Blue Mountain

Crushing, BMC Seep's Ridge Road Pit, S/047/0119, Uintah County, Utah

Dear Sir or Madame:

On July 30, 2014, the Utah Division of Oil, Gas and Mining (Division) received your letter dated July 24, 2014, cancelling surety bond for the referenced mine. The cancellation would be effective October 25, 2014.

The Division rejects this cancellation. The terms of the surety bond require at least 90 days written notice from the date of receipt of the cancellation notice before the bond may be cancelled. Ninety days from receipt is October 29, 2014.

Please contact me at 801-538-5261 or the minerals program bond coordinator, Penny Berry, at 801-538-5291 if you have questions concerning this letter.

Sincerely,

Paul Baker

Minerals Mining Manager Minerals Regulatory Program

PBB:pb

cc: Blue Mountain Crushing, 404 N. 1500 W. Orem, Utah 84057

Atkinson-Leavitt Ins. Agency, Inc. P.O. Box 366, Orem, Utah 84057

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